

UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF INDIANA

In re HHG Distributing LLC Case No. 17-01304-11
Debtors

MONTHLY OPERATING REPORT
HHG Distributing LLC

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I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor	Date
Signature of Joint Debtor	Date
Signature of Authorized Individual*	Date
Printed Name of Authorized Individual	CEO / CFO
	Title of Authorized Individual

* Authorized individual must be an officer, director, or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Condensed Consolidated Statement of Income (unaudited)

	For the Period of November 1, 2019 to November 30, 2019
<i>(In Thousands)</i>	
Net Sales	-
Cost of Goods Sold	-
Gross Profit	-
Operating Expenses:	
Advertising Expense, Net	-
Occupancy Costs	-
Data Communications	-
Repair and Maintenance	-
Company Insurance (Non-Medical)	-
Employee Benefits	-
Wage Expense	-
Employee Services	-
Travel and Entertainment	-
Bank Transaction Fees	-
Professional Fees	-
Stock Compensation Expense (Benefit), Net	-
Gain/Loss on Early Extinguishment of Debt	-
Depreciation and Amortization	-
Administrative and Sales Expense	-
Product Services Expense	-
Bad Debts	-
Total Operating Expenses	-
Operating Income	-
Interest Expense, net	-
Other Income/(Expense)	-
Income Before Taxes	-
Income Tax Expense/(Benefit)	-
Net Income	-

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Condensed Consolidated Balance Sheet (unaudited)

<i>(In Thousands)</i>	<i>As of</i> 11/30/2019
Assets	
Cash	\$ -
Credit Card and Trade Accounts Receivable, Net	-
Accounts Receivable - Other	-
Merchandise Inventories	-
Prepaid Expenses and Other Assets	-
Income Taxes Receivable	-
Total Current Assets	-
Property and Equipment, Net	-
Capitalized Financing Fees, Net	-
Goodwill	-
Trademarks, Net	-
Other Assets, Net	-
Total Assets	\$ -
Liabilities and Stockholders' Deficit	
Accounts Payable	-
Outstanding Customer Deposits, Credits, Refunds	-
Unredeemed Gift Card Liability	-
Other Accrued Expenses	-
Deferred Tax Liability	-
DIP Loans	-
Total Current Liabilities	\$ -
Deferred Rent	-
LT Deferred Compensation	-
Other Long-term Liabilities	-
Liabilities Subject to Compromise	-
Total Liabilities	\$ -
Preferred Stock	-
Common Stock	-
Retained Earnings / (Accumulated Deficit)	-
Treasury Stock	-
Additional Paid-in Capital	-
Total Stockholders' Deficit	\$ -
Total Liabilities and Stockholders' Deficit	\$ -

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Condensed Consolidated Statement of Cash Flows (unaudited)

	For the Period of November 1, 2019 to November 30, 2019
<i>(In Thousands)</i>	
Cash flows from operating activities:	
Net cash provided by (used in) operating activities	\$ -
Cash flows from investing activities:	
Purchases of property and equipment	-
Proceeds from sale of property and equipment	-
Other	-
Net cash used in investing activities	-
Cash flows from financing activities:	
Net Borrowings (Repayments) on Line of Credit	-
Increase/(decrease) in cash and cash equivalents	-
Cash and cash equivalents at beginning of period	-
Cash and cash equivalents at end of period	\$ -

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Total Disbursements by Filed Legal Entity (unaudited)

(In Thousands)		
For the Period of November 1, 2019 to November 30, 2019		
Legal Entity	Case Number	Disbursements
HHG Distributing LLC	17-01304-11	\$ -

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Bank Reconciliations (unaudited)

G/L Acct	Account Name	Bank Acct #	Debtor	Description	Bank Balance	Ledger Balance	As of Date	Reconciled
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NOTE: No bank accounts are held by HHG Distributing LLC

Gregg Appliances, Inc.
DEBTORS AND DEBTORS IN POSSESSION
Total Disbursements to Retained Professionals (unaudited)

(In Thousands)

For the Period of November 1, 2019 to November 30, 2019			
Retained Professionals	Approved Amounts (1)	Disbursements	
MORGAN, LEWIS & BOCKIUS LLP	\$ 1,878	\$ -	-
STIFEL, NICOLAUS & COMPANY INC	\$ -	\$ -	-
BERKELEY RESEARCH GROUP LLC	\$ 2,423	\$ -	-
DONLIN, RECANO & COMPANY INC	\$ -	\$ -	-
ICE MILLER LLP	\$ 1,938	\$ -	-
BINGHAM GREENBAUM DOLL LLP	\$ 203	\$ -	-
MALFITANO PARTNERS	\$ 66	\$ -	-
COOLEY LLP	\$ 2,276	\$ -	-
PROVINCE, INC.	\$ 556	\$ -	-
DLA PIPER LLP US	\$ -	\$ -	-
FAEGRE BAKER DANIELS LLP	\$ -	\$ -	-
CHOATE HALL & STEWART LLP	\$ -	\$ -	-
ASK LLP	\$ -	\$ -	-
GREAT AMERICAN GROUP	\$ -	\$ -	-
GAVIN SOLMENESE LLC	\$ 136	\$ -	-
CHIPMAN BROWN CICERO & COLE, LLP	\$ 60	\$ -	-
Total	\$ 9,538	\$ -	-

(1) Approved amounts represent the amount of fees and expenses that were approved by court order for payment by the Debtors to each professional from commencement of the case through November 2019.

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Summary of Unpaid Post-Petition Debts (unaudited)
As of 11/30/2019

(In Thousands)

HHG Distributing LLC (17-01304-11)

		Number of Days Past Due					
		0-30	31-60	61-90	Over 90	Total	
Accounts Payable	\$ -	-	-	-	-	\$ -	-
Wages Payable	-	-	-	-	-	-	-
Taxes Payable	-	-	-	-	-	-	-
Rent/Leases-Building	-	-	-	-	-	-	-
Utilities Payable	-	-	-	-	-	-	-
Insurance Reserves	-	-	-	-	-	-	-
Secured Debt/Adequate Protection Payments	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-
Amounts Due to Insiders	-	-	-	-	-	-	-
Outstanding Customer Deposits, Credits, Refunds	-	-	-	-	-	-	-
Unredeemed Gift Card Liability	-	-	-	-	-	-	-
Deferred Rent	-	-	-	-	-	-	-
L/T Deferred Compensation	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Post-Petition Debts	\$ -	-	-	-	-	\$ -	-

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Schedule of Federal, State, & Local Taxes Collected, Received, Due or Withheld (unaudited)

(In Thousands)

For the Period of November 1, 2019 to November 30, 2019

	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No.	Offset	Ending Tax Liability
Federal							
Withholding	\$ -	\$ -	\$ -	-			\$ -
FICA - Employee	\$ -	\$ -	\$ -	-			\$ -
FICA - Employer	\$ -	\$ -	\$ -	-			\$ -
Unemployment	\$ -	\$ -	\$ -	-			\$ -
Income	\$ -	\$ -	\$ -	-			\$ -
Total Federal Taxes	\$ -	\$ -	\$ -	-			\$ -
State and Local							
Withholding	\$ -	\$ -	\$ -	-			\$ -
Sales and Use	\$ -	\$ -	\$ -	-			\$ -
Excise	\$ -	\$ -	\$ -	-			\$ -
Unemployment	\$ -	\$ -	\$ -	-			\$ -
Real Property	\$ -	\$ -	\$ -	-			\$ -
Personal Property	\$ -	\$ -	\$ -	-			\$ -
Other	\$ -	\$ -	\$ -	-			\$ -
Total State and Local	\$ -	\$ -	\$ -	-			\$ -

HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Accounts Receivable Aging (unaudited)

(In Thousands)

As of November 30, 2019

Accounts Receivable Reconciliation

	Credit Card Receivables	Trade Accounts Receivable	Total Credit Card and Trade Accounts Receivable
Total Accounts Receivable at the beginning of the reporting period	\$ -	-	\$ -
+ Amounts billed during the period	-	-	-
- Amounts collected during the period	-	-	-
- Other Adjustments (Writeoffs/Credit Memos/Adjustments/Chargebacks/Signifyd Funding)	-	-	-
Total Accounts Receivable at the end of the reporting period	\$ -	\$ -	\$ -

As of November 30, 2019

Accounts Receivable Aging

< 90	\$ -	\$ -	\$ -
91+	-	-	-
Total Accounts Receivable	-	-	-
Amount Considered Uncollectible	-	-	-
Accounts Receivable, Net	\$ -	\$ -	\$ -

NOTES

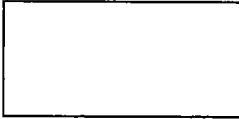
HHG Distributing LLC
DEBTORS AND DEBTORS IN POSSESSION
Questionnaire

	Yes	No			
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X			
2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.		X			
3. Have all post-petition tax returns been filed timely? If no, provide an explanation below.	X				
4. Are workers compensation, general liability, and other necessary insurance coverages in effect? If no, provide an explanation below.	X				
5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X			
Account Name	Purpose	Business	Acct Number	Bank Name	Date

11/1/2019 November 1, 2019 11/1/2019
 11/30/2019 November 30, 2019 11/30/2019

HHG Distributing LLC
 17-01304-11

** This tab is not part of the published package...just for reference in answering question



Other Accrueds Breakout	P12	P11
Accrued Compensation & Benefits		
Accrued Sales & Property Taxes		
Accrued Advertising		
GB Accrual		
Self-insured Reserves		
Other (def. inc. taxes, prof fees, CAM, utilities, etc.)		

	P12	P11	Variance
Total AP			-
Trade Pre			-
Import In-Tran			
Unapplied Credits (UA/LC)			
Open Rec Pre			
Pay By Scan			
Exp Pre			
LC's			
Utilities Pre			
Total Pre	-	-	
Trade Post			
Exp Post			
Cash In-Transit			
Utilities Post			
Other AP			
Accounting			
Open Rec Post			
Pay by Scan			
Misc/Variance			
Total Post	-	-	
Total Itemized AP	-	-	
Variance	-	-	